

Commissioners

Lynn Slaby M. Beth Trombold Thomas W. Johnson Lawrence K. Friedeman

August 11, 2017

Docketing Division
Public Utilities Commission of Ohio
180 East Broad Street
Columbus OH 43215

2017 AUG 11 AM 8: 47

RE: In the Matter of the Application of KNG Energy, Inc. for Approval of a Reasonable Arrangement for Transporting Natural Gas in Case No. 17-1757-GA-AEC.

Dear Docketing Division:

Enclosed please find the Staff's Review and Recommendations in regard to the application filed by KNG Energy seeking approval of a reasonable arrangement for transporting gas in Case No. 17-1757-GA-AEC.

Tamara S. Turkenton

Chief Regulatory Services Division Public Utilities Commission of Ohio David Lipthatt

Chief, Research and Policy Division Public Utilities Commission of Ohio

**Enclosure** 

Cc: Parties of Record

## KNG Energy, Inc. Case No. 17-1757-GA-AEC

## **SUMMARY**

On August 8, 2017, KNG Energy, Inc. (KNG) filed an application seeking approval of a natural gas transportation agreement with POET Biorefining – Leipsic, LLC. This proposed agreement will start on January 1, 2018, after the current agreement, approved in Case No. 07-424-GA-AEC, expires. KNG also seeks confidential treatment of competitively-sensitive information filed in the application.

The proposed agreement is for firm transportation service and contains a maximum daily quantity, volumetric transportation rate, overrun fee, minimum bill provision and demand charges. The initial term of the agreement is for seven years and continues thereafter as a year-to-year agreement subject to a minimum one-year cancellation notice by either party.

## **STAFF REVIEW**

Staff reviewed the application and found it to be reasonable.

## **STAFFRECOMMENDATION**

Staff recommends to the Commission that the application filed by KNG be approved.